§882.807

Agreement which would alter the design or the quality of the required rehabilitation. The PHA may condition its approval of such changes on a reduction of the Contract Rents. If changes are made without prior PHA approval, the PHA may determine that Contract Rents must be reduced or that the Owner must remedy any deficiency as a condition for acceptance of the unit(s).

- (ii) Contract rents may not be increased except in accordance with §§ 882.408(d) and 882.805(d)(2).
- (b) Completion of rehabilitation—(1) Notification of completion. Section 882.507(a) applies to this program.
- (2) Evidence of completion. Section 882.507(b) applies to this program, except that §882.507(b)(2)(iv), concerning lead-based paint requirements, does not apply.
- (3) Actual cost and rehabilitation loan certifications. Section 882.507(c) applies to this program, except that contract rents must be established in accordance with §882.805(d).
- (4) Review and inspections. Section 882.507(d) applies to this program.
- (5) Acceptance. Section 882.507(e) applies to this program.

(Approved by the Office of Management and Budget under control number 2502–0367)

 $[61~{\rm FR}~48057,~{\rm Sept.}~11,~1996,~{\rm as~amended~at}~63~{\rm FR}~23856,~{\rm Apr.}~30,~1998]$

§882.807 Housing assistance payments contract.

- (a) Time of execution. Upon PHA acceptance of the unit(s) and certifications pursuant to §882.507, the Contract will be executed by the Owner and the PHA. The effective date must be no earlier than the PHA inspection which provides the basis for acceptance as specified in §882.507(e).
- (b) Term of contract. The contract for any unit rehabilitated in accordance with this program must be for a term of 10 years. The contract must give the HA the option to renew the contract for an additional 10 years.
- (c) Changes in contract rents from agreement. The contract rents may be higher or lower than those specified in the Agreement, in accordance with §882.805(d).
- (d) *Unleased unit(s)*. At the time of execution of the Contract, the Owner

will be required to submit a list of dwelling unit(s) leased and not leased as of the effective date of the Contract.

(e) Contract rents at end of rehabilitation loan term. For a contract in which the initial contract rent was based upon a loan term shorter than 10 years, the contract must provide for reduction of the contract rent effective with the rent for the month following the end of the term of the rehabilitation loan. The amount of the reduction will be the monthly cost of amortization of the rehabilitation loan. This reduction should result in a new contract rent equal to the base rent plus all subsequent adjustments.

(Approved by the Office of Management and Budget under control number 2502–0367)

[61 FR 48057, Sept. 11, 1996, as amended at 63 FR 23856, Apr. 30, 1998]

§882.808 Management.

- (a) Outreach to homeless individuals and appropriate organizations. (1) The HA or the owner must undertake outreach efforts to homeless individuals so that they may be brought into the program. The outreach effort should include notification to emergency shelter providers and other organizations that could provide referrals of homeless individuals. If the owner conducts the outreach effort, the owner must notify the HA so that it may provide referrals of homeless individuals.
- (2) Additional outreach concerns. If the procedures that the HA or owner intends to use to publicize the availability of this program are unlikely to reach persons of any particular race, color, religion, sex, age, national origin, or mental or physical disability who may qualify for admission to the program, the HA or owner must establish additional procedures that will ensure that such persons are made aware of the availability of the program. The HA or owner must also adopt and implement procedures to ensure that interested persons can obtain information concerning the existence and location of services and facilities that are accessible to persons with disabilities.
- (3) First priority for homeless individuals. Homeless individuals must have the first priority for occupancy of housing rehabilitated under this program.